



## Poland Daily

### HEADLINES...

USA: In June inflation was 0.1% mom and 2.9% yoy and core inflation was 0.2% mom and 2.3% yoy at market.

USA: Initial jobless claims fell 18k to 214k, below market consensus view.

EMU: Industrial output rose by 1.3% mom and increased by 2.4% yoy in May.

DEU: Harmonized inflation was confirmed at 0.1% mom and 2.1% yoy in June.

FRA: Harmonized inflation was revised down to 0.1% mom and 2.1% yoy in June.

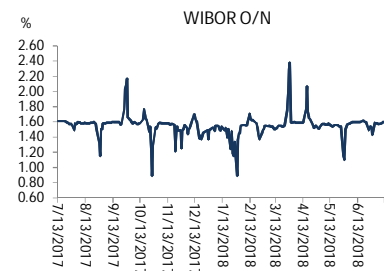
### THE DAY AHEAD...

POL: Inflation (Jun)  
ESP: Inflation (Jun)  
USA: Consumer confidence (Jul)

### TODAY'S FOCUS:

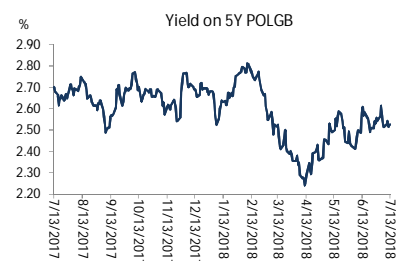
Today economic calendar contains final dat on inflation for June from Poland. We expect Poland's CPI to be confirmed at 0.1% mom and 1.9% yoy. On a foreign side Univ. of Michigan consumer confidence for July is worth noting.

Figure 1: WIBOR O/N



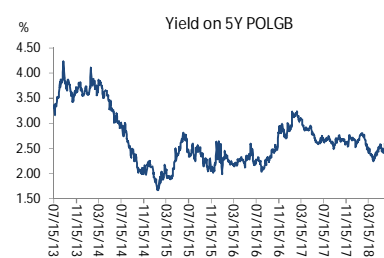
Source: Bloomberg

Figure 2: Yield on 5Y POLGB



Source: Bloomberg

Figure 3: Yield on 5Y POLGB – long term trend



Source: Bloomberg

### DIARY (Today)

Country	GMT	Release	DB Expected	Actual	Consensus
POL	8:00	Inflation (Jun)	0.1% (1.9%)		0.1% (1.9%)
USA	14:00	Univ. Michigan consumer confidence (Jul)	97.0		98.0



## Foreign Exchange

Today in the morning the zloty was 0.1% weaker versus the USD and was 0.2% firmer versus the EUR compared to the last NBP fixing. Today the zloty should be moving within a range of PLN4.3000-4.3400 per EUR.

The USD firmed versus major currencies with neutral impact from US inflation data for June.

## Fixed Income

The yields on Poland's government bonds were practically steady in all tenors. Yesterday at switching auction the Finance Ministry sold bonds worth total PLN5.73bn versus demand of PLN7.25bn. The Ministry sold zero-coupon 2-year bonds series OK0720 worth PLN1.49bn, PLN1.2bn of 5-year bonds with a fixed coupon PS0123 and PLN 1.94bn of 10-year bonds with a fixed coupon WS0428 and floaters WZ0524 (PLN804mn) and WZ0528(PLN458.3mn).

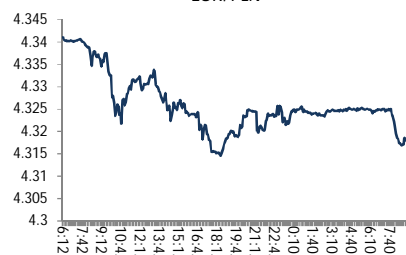
## Interest Rates

Today the O/N bid rate should be within a range of 1.35%-1.55%. Swap rates were almost steady in all tenors.

## Equities

Yesterday the Dow Jones index closed 0.91% up. Today in the morning the FTSE index was 0.55% up, the CAC index rose by 0.49% and the DAX index was 0.51% up. The Nikkei index closed 1.85% up. Today in the morning the WIG20 index was 0.55% up and the WIG index was 0.40% up.

EUR/PLN



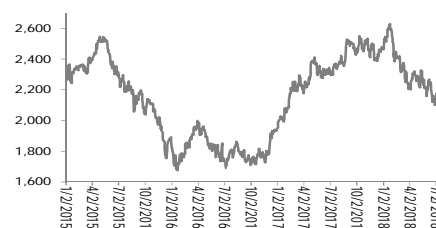
Source: Bloomberg

USD/PLN



Source: Bloomberg

WIG20



Source: Bloomberg

## Polish local market data 13 July 2018 (7:00 GMT)

Currency (mid)	Today	Last fixing	Change	USD/PLN			EUR/PLN		
				forwards	bid	offer	forwards	bid	offer
USD/PLN	3.7111	3.7055	0.1%	SPOT	3.7103	3.7118	SPOT	4.3177	4.3191
EUR/PLN	4.3184	4.3262	-0.2%	S/N	3.7103	3.7118	S/N	4.3179	4.3194
GBP/PLN	4.8785	4.8953	-0.3%	1W	3.7100	3.7116	1W	4.3195	4.3209
CHF/PLN	3.6955	3.7159	-0.6%	1M	3.7088	3.7104	1M	4.3255	4.3271
SEK/PLN	0.4172	0.4187	-0.4%	2M	3.7072	3.7088	2M	4.3333	4.3350
NOK/PLN	0.4563	0.4568	-0.1%	3M	3.7049	3.7067	3M	4.3410	4.3429
DKK/PLN	0.5793	0.5804	-0.2%	6M	3.6959	3.6981	6M	4.3639	4.3666
CAD/PLN	2.8168	2.8075	0.3%	12M	3.6771	3.6801	12M	4.4104	4.4151
CZK/PLN	0.1666	0.1669	-0.2%						
				WIBOR	Last fixing	1-day change	T-bills (mid)	Today's opening	1-day change
EUR/USD	1.1637	1.1675	-0.3%	O/N	1.60 %	0 bp			
USD/JPY	112.68	112.38	0.3%	1W	1.56 %	0 bp			
GBP/USD	1.3146	1.3211	-0.5%	1M	1.64 %	0 bp	1M		
USD/CHF	1.0042	0.9972	0.7%	3M	1.70 %	0 bp	3M	%	bp
EUR/JPY	131.13	131.20	-0.1%	6M	1.78 %	0 bp	6M	%	bp
EUR/GBP	0.8852	0.8837	0.2%	9M	1.79 %	0 bp	9M	%	bp
USD/CAD	1.3176	1.3199	-0.2%	12M	1.82 %	0 bp	12M	%	bp
FRAs (mid)	Last closing			IRS (mid)	Today's opening	1-day change	T-Bonds (mid)	Today's opening	1-day change
1X2	1.65	1X7	1.78	2Y	1.95 %	0 bp	2Y	1.63 %	-1 bp
2X3	1.65	3X9	1.80	5Y	2.48 %	1 bp	5Y	2.53 %	1 bp
1X4	1.70	6X12	1.83	10Y	2.96 %	1 bp	10Y	3.18 %	0 bp
3X6	1.72			5Y-2Y	53 bp	1 bp			
6X9	1.74			10Y-5Y	48 bp	0 bp			
9X12	1.80			10Y-2Y	101 bp	1 bp			



# Appendix 1

## Important Disclosures

### Additional information available upon request

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